

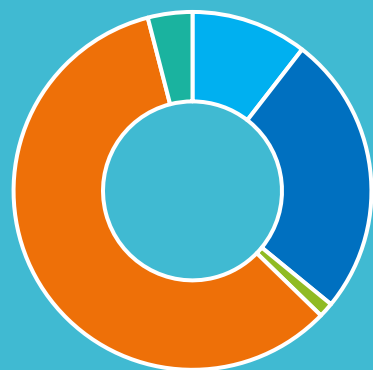


2025 Proposed Annual Budget

PROPOSED ANNUAL BUDGET

Projected Total
Revenue \$8.57 million

Revenue



- Extraction Fee
- Augmentation Fee
- Shallow Well Mitigation
- Grants
- Navy/COSO

BY REVENUE ALLOCATION

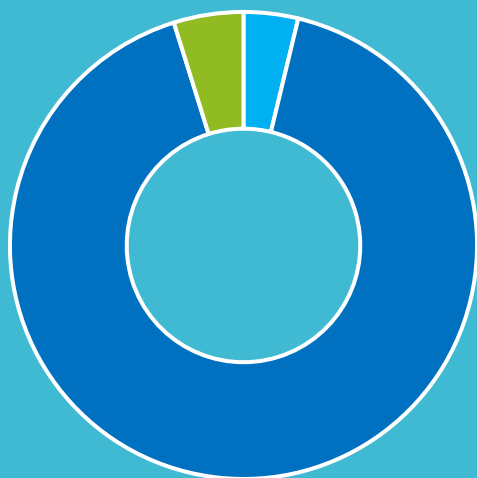
	Restricted Extraction	Restricted Augmentation	Restricted Shallow Well Mitigation	Restricted Grants	Restricted Navy/COSO Royalty	TOTAL PROPOSED BUDGET
REVENUE						
Extraction Fee	900,000	-	-	-	-	900,000
Augmentation Fee	-	2,180,781	-	-	-	2,180,781
Shallow Well Mitigation	-	-	115,000	-	-	115,000
Grants	-	-	-	5,036,004	-	5,036,004
Navy/COSO Royalty Fund	-	-	-	-	345,000	345,000
TOTAL REVENUES	900,000	2,180,781	115,000	5,036,004	345,000	8,576,785
EXPENSES						
Administration	324,380	407,280	-	-	-	731,660
Non-Departmental ¹	490,715	726,050	-	-	-	1,216,765
Community & Engagement	50,315	-	-	-	-	50,315
Shallow Well Mitigation Programs	-	-	65,000	-	-	65,000
Navy/COSO Program	25,000	-	-	-	345,000	370,000
Basin Management Administration	140,000	175,000	-	-	-	315,000
Basin Management	666,700	85,000	-	-	-	751,700
Grant Management	75,000	-	-	-	-	75,000
IP Grant Program	-	37,630	-	731,870	-	769,500
Urban Comm. Drought Relief Grant	-	-	50,000	1,625,700	-	1,675,700
EPA Resilience Grant	-	161,120	-	2,678,434	-	2,839,554
TOTAL EXPENSES	1,772,110	1,592,080	115,000	5,036,004	345,000	8,860,194
Surplus (Deficit)	(872,110)	588,701	-	-	-	(283,409)

¹ Budget includes proposed \$500,000 Repayment to City of Ridgecrest

NOTE: Litigation-related legal fees are currently estimated at \$500,000 for 2025; however, if legal activity related to the adjudication becomes necessary, this budget will be increased to \$2 million for legal plus \$500,000 for engineering support, with funds borrowed from prior year replenishment balance."

Projected Total Fee Revenue \$3.19 million

Revenue



- Extraction Fee
- Augmentation Fee
- Shallow Well Mitigation

IWVGA

PROPOSED 2025 BUDGET

PROPOSED REVENUES

	Actual PY's FY 18 thru FY20	Actual 2021	Actual 2022	Actual 2023	Estimated 2024	Proposed 2025	\$ Diff
Extraction Fee	1,476,181	1,319,924	1,263,960	1,265,274	900,000	900,000	-
Augmentation Fee	-	4,076,498	3,754,530	3,765,622	2,187,735	2,180,781	(6,954)
Shallow Well Mitigation Fee	-	125,776	133,395	131,275	117,000	115,000	(2,000)
TOTAL	<u>1,476,181</u>	<u>5,522,199</u>	<u>5,151,885</u>	<u>5,162,171</u>	<u>3,204,735</u>	<u>3,195,781</u>	<u>(8,954)</u>

Assumptions:

Prior Year Actuals based on audited revenues. Projections conservatively based on prior year actuals.

Augmentation FY2025 forecast based on 2024 production data for a portion of the year and 2023 production data for the remainder of the year.

The Augmentation projection will be updated in early 2025.

All SWM Fees associated with Augmentation/Replenishment is included in the Shallow Well Mitigation Fee revenue.

Notes:

Additional revenue is pending from Searles Valley Minerals and Mojave Pistachios

Augmentation Fee has also been referred to as Replenishment Fee or Basin Replenishment Fee

Shallow Well Mitigation Fee has also been referred to as Transient Pool Fee.

PROPOSED EXPENSES

Projected Total
Expenses \$8.86 million

Expenses



- Administration
- Non-Departmental
- Community & Engagement
- Shallow Well Mitigation Program
- Navy/COSO Program
- Basin Management & Admin
- Grants

	BY REVENUE ALLOCATION					TOTAL PROPOSED BUDGET
	Restricted Extraction	Restricted Augmentation	Restricted Shallow Well Mitigation	Restricted Grants	Restricted Navy/COSO Royalty	
EXPENSES						
Administration	324,380	407,280	-	-	-	731,660
Non-Departmental ¹	490,715	726,050	-	-	-	1,216,765
Community & Engagement	50,315	-	-	-	-	50,315
Shallow Well Mitigation Programs	-	-	65,000	-	-	65,000
Navy/COSO Program	25,000	-	-	-	345,000	370,000
Basin Management Administration	140,000	175,000	-	-	-	315,000
Basin Management	666,700	85,000	-	-	-	751,700
Grant Management	75,000	-	-	-	-	75,000
IP Grant Program	-	37,630	-	731,870	-	769,500
Urban Comm. Drought Relief Grant	-	-	50,000	1,625,700	-	1,675,700
EPA Resilience Grant	-	161,120	-	2,678,434	-	2,839,554
TOTAL EXPENSES	1,772,110	1,592,080	115,000	5,036,004	345,000	8,860,194

¹ Budget includes proposed \$500,000 Repayment to City of Ridgecrest

BEGINNING & ENDING BALANCES

	Beginning Balances	Revenue	Transfer In **	Transfer Out**	Expenses	Ending Balances
Extraction Fund	-	900,000	872,110	-	1,772,110	-
Augmentation Fund	-	2,180,781	-	588,701	1,592,080	-
Shallow Well Mitigation Fund	-	115,000	-	-	115,000	-
Grants	-	5,036,004	-	-	5,036,004	-
Navy/COSO Royalty Fund	-	345,000	-	-	345,000	-
TOTAL	-	8,576,785	872,110	588,701	8,860,194	-

The Extraction Fund Budget will be balanced through a loan from the Augmentation Fund and the use of Balances from Prior Year

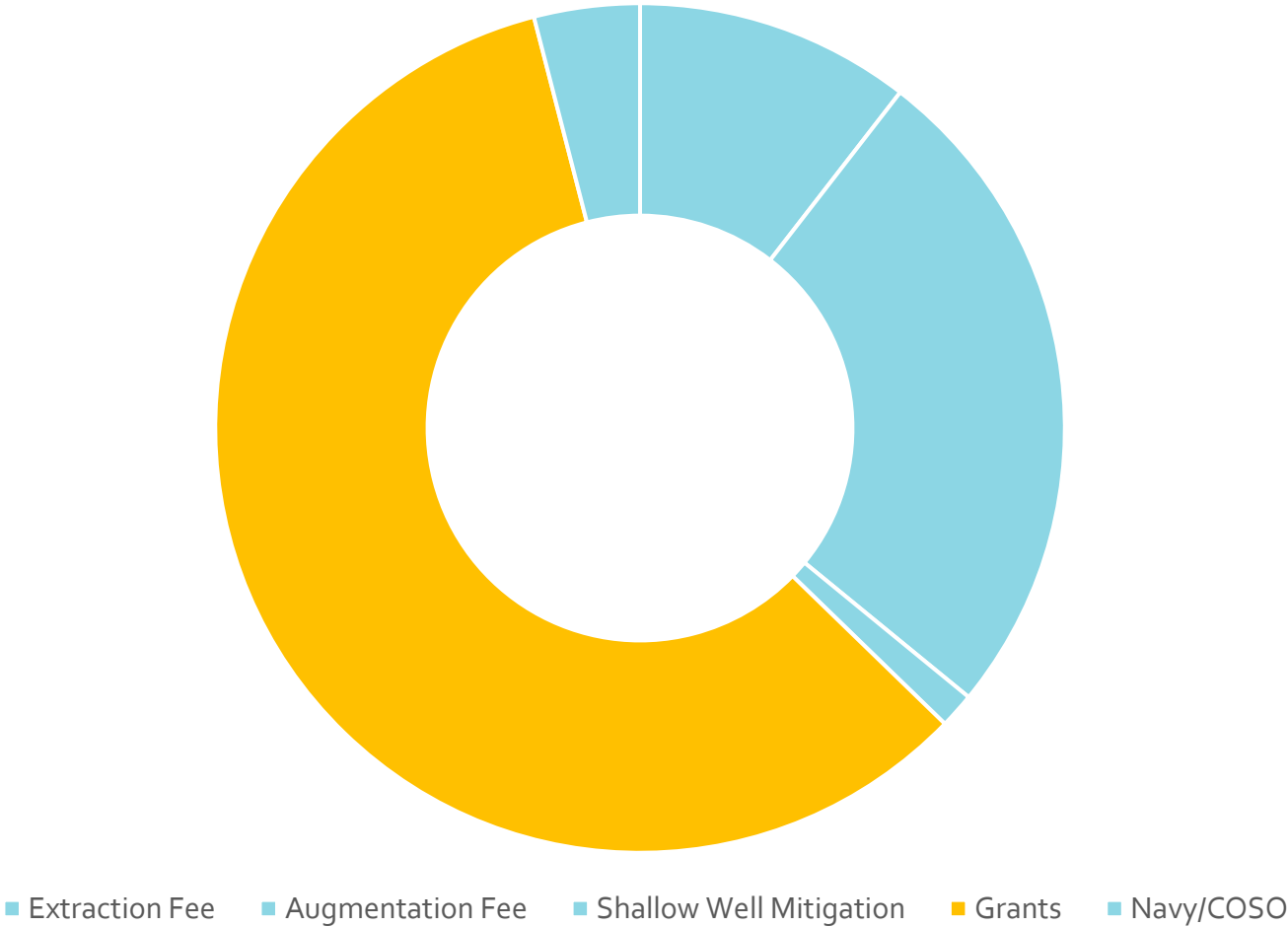
****The Extraction Fund is balanced with a Transfer/Loan of \$588,701 from the Augmentation Fund and Prior Year Balance of \$283,409**

FY 2025 Grant Programs: \$5.03 million

The budget includes only matching revenue to grant expenditures.

Grant revenues in FY 2025 are associated with the \$731,870 in Implementation Grant, \$1.6 M in Urban Community Drought Relief Program Grant and \$2.6 M in EPA Resilience Grant monies.

Grants Revenue



OUTSTANDING OBLIGATIONS

	City of Ridgecrest	Augmentation Fund	Total
In-Kind Services ¹			
Attorney Svcs./IT/Chambers -FY25 - Estimated	317,500	-	317,500
Attorney Svcs./IT/Chambers -FY24 - Estimated	353,000	-	353,000
Attorney Svcs./IT/Chambers -FY23 -Actual	255,605	-	255,605
Attorney Svcs./IT/Chambers -FY22	241,204	-	241,204
Attorney Svcs./IT/Chambers -FY 21	325,235	-	325,235
Attorney Svcs./IT/Chambers -FY's16-20	366,982	-	366,982
Repayment in FY2024 for Prior Years	(500,000)	-	(500,000)
Repayment in FY2023 for Prior Years	(500,000)	-	(500,000)
Inter-Fund Loans			
2025 Loan to Extraction Fund-Estimated ²		588,701	588,701
2024 Loan to Extraction Fund-Estimated ²	-	722,090	722,090
2023 Loan to Extraction Fund-Estimated ²	-	500,000	500,000
2021 Repayment of Adv. Of Funds ³	-	500,000	500,000
Advance of Funds	-	-	-
Financing	-	-	-
Postponed Invoice Payments	-	-	-
Total	859,526	2,310,791	3,170,317

¹ City of Ridgecrest In-Kind Services includes services associated with Extraction and Augmentation expenses.

² Estimated loans to Extraction; to be finalized at year-end and final determination of ineligible grant costs.

³ IWWWD used restricted Augmentation Revenue to repay the Advance Agreement of \$500,000

Repayment of the IWWWD Advance requires a transfer from the Extraction Fund to the Augmentation Fund.

ADOPTED 2025 OBLIGATION REPAYMENTS

	City of Ridgecrest	Augmentation Fund	Total
In-Kind Services			
Attorney Services/IT/Council Chambers	500,000	-	500,000
Repayment in FY2025 for Current Year	317,500		317,500
Advance Agreements			
Advance of Funds	-	-	-
Financing			
Water Purchase related Financing	-	-	-
	<u>817,500</u>	<u>-</u>	<u>817,500</u>

Upon repayment of Obligations, an inter-fund loan will be created between the Extraction Fund and Augmentation Fund for amount not funded by the Extraction Fund.

PROPOSED ANNUAL BUDGET-ALL FUNDS -BALANCED BUDGET

ACTUALS BY REVENUE ALLOCATION

	Restricted Extraction	Restricted Augmentation	Restricted Shallow Well Mitigation	Restricted Grants	Restricted Navy/COSO Royalty Fund	TOTAL YEAR-END BUDGET
REVENUE						
Extraction Fee	900,000	-	-	-	-	900,000
Transfer In/Loan from Augmentation Fund TO BALANCE	588,701	-	-	-	-	588,701
Prior Year Fund Balance	283,409	-	-	-	-	283,409
Augmentation Fee	-	2,180,781	-	-	-	2,180,781
Transfer In/Loan Repayment from Extraction Fund	-	-	-	-	-	-
Shallow Well Mitigation Fee	-	-	115,000	-	-	115,000
Department of Water Resources (DWR) Grants-IP Grant	-	-	-	731,870	-	731,870
Urban Community Drought Relief Grant	-	-	-	1,625,700	-	1,625,700
EPA Resilience Grant	-	-	-	2,678,434	-	2,678,434
Navy/COSO Royalty Fund	-	-	-	-	345,000	345,000
TOTAL REVENUES	1,772,110	2,180,781	115,000	5,036,004	345,000	9,448,895
EXPENSES						
Administration						
Administration (RGS)	170,000	170,000	-	-	-	340,000
Office Rent	1,800	1,800	-	-	-	3,600
Office Supplies	500	500	-	-	-	1,000
Postage and Delivery	180	180	-	-	-	360
External Audit (Nigro&Nigro) - FY 2023 & 2024 -\$18,500 each	18,500	18,500	-	-	-	37,000
Council Chambers/IT Services (City of Ridgecrest)	8,500	-	-	-	-	8,500
General Counsel (Aleshire & Wynder/City of Ridgecrest)	92,700	216,300	-	-	-	309,000
Additional Legal Services (Aleshire & Wynder)	10,000	-	-	-	-	10,000
Insurance Premium (Insurica)	20,000	-	-	-	-	20,000
Legal Notices (Daily Independent)	2,000	-	-	-	-	2,000
Memberships (Cal. Assoc.Mutual Water Co)	100	-	-	-	-	100
Bank Service Charges	100	-	-	-	-	100

PROPOSED ANNUAL BUDGET-ALL FUNDS -BALANCED BUDGET

ACTUALS BY REVENUE ALLOCATION

Restricted Extraction	Restricted Augmentation	Restricted Shallow Well Mitigation	Restricted Grants	Restricted Navy/COSO Royalty Fund	TOTAL YEAR-END BUDGET
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EXPENSES (Cont'd)**Non-Departmental**Other Legal Services (RWG Law) - (*See NOTE Below*)

- 500,000 - - - 500,000

Lobbying Services (Capitol Core)

100,575 116,050 - - - 216,625

California State Lands Commission

140 - - - - 140

Repayment of City of Ridgecrest In-Kind Services

390,000 110,000 - - - 500,000

Transfer Out/Loan to Extraction Fund

- 588,701 - - - 588,701

Community & Engagement

Outreach Materials

25,000 - - - - 25,000

Printing and Reproduction

10,000 - - - - 10,000

Website Services

15,000 - - - - 15,000

Website (IWWWD)

315 - - - - 315

Shallow Well Mitigation Programs

Shallow Well Mitigation Emergency Assistance Program

- - 50,000 - - 50,000

Outreach and Impacts Eval.(Stetson)

- - 15,000 - - 15,000

NAVY/COSO Program

Rose Valley MW Permitting, Bid, Drilling (Stetson)

- - - - 45,000 45,000

Rose Valley Construction

- - - - 300,000 300,000

Navy/Coso Cooperative Agreement (Stetson)

10,000 - - - - 10,000

Navy/Coso Royalty Fund: Develop Projects & Secure Funding (Stetson)

15,000 - - - - 15,000

Basin Management Administration

Production Reporting, Transient Pool, and Fee Support (Stetson)

35,000 - - - - 35,000

Meetings and Prep (Stetson)

85,000 85,000 - - - 170,000

Budget Support (Stetson)

15,000 - - - - 15,000

Stakeholder Coordination (Stetson)

5,000 - - - - 5,000

Litigation Support (Stetson)-(See NOTE below)

- 90,000 - - - 90,000

PROPOSED ANNUAL BUDGET-ALL FUNDS -BALANCED BUDGET

ACTUALS BY REVENUE ALLOCATION

Restricted Extraction	Restricted Augmentation	Restricted Shallow Well Mitigation	Restricted Grants	Restricted Navy/COSO Rolyty Fund	TOTAL YEAR-END BUDGET
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EXPENSES (Cont'd)

Basin Management

General Engineering (Stetson)	50,000	-	-	-	-	50,000
TSS: General Coordination/Application Support (Stetson)	10,000	-	-	-	-	10,000
GSP 5-Year Update (Stetson)	100,000	-	-	-	-	100,000
Annual Report Preparation (Stetson)	75,000	-	-	-	-	75,000
Data Management System Support - (Stetson)	40,000	-	-	-	-	40,000
Allocation Plan and Rules & Regs on Pumping/Restrictions (Stetson)	10,000	-	-	-	-	10,000
General Project Management (Stetson)	40,000	-	-	-	-	40,000
Configuration Management Plan (Stetson)	100,000	-	-	-	-	100,000
Data Collection, Monitoring, and Data Gaps (Stetson)	225,000	-	-	-	-	225,000
Imported Water: Negotiations and Coordination(Stetson)	-	10,000	-	-	-	10,000
Recycled Water (Stetson)	-	25,000	-	-	-	25,000
Planning Assistance to States: Army Corps Support (Stetson)	-	50,000	-	-	-	50,000
Review of Outside Studies and Coordination (Stetson)	15,000	-	-	-	-	15,000
Well Monitoring Services (WellIntel Inc.)	1,700	-	-	-	-	1,700

Grant Management

Grant Review and Application Preparation (Stetson)	75,000	-	-	-	-	75,000
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IP Grant

IP Grant Administration	-	-	-	11,265	-	11,265
Imported Water: Planning/Design/Environmental (Stetson)	-	-	-	50,000	-	50,000
Imported Water: Planning/Design/Environmental -- (Provost& Pritchard)	-	-	-	520,605	-	520,605
Imported Water: Planning/Design/Environmental -- (Transystems)	-	-	-	150,000	-	150,000
Imported Water: Planning/Design/Env - (Not Grant Reimbursable)	-	37,630	-	-	-	37,630

PROPOSED ANNUAL BUDGET-ALL FUNDS -BALANCED BUDGET

ACTUALS BY REVENUE ALLOCATION						
	Restricted Extraction	Restricted Augmentation	Restricted Shallow Well Mitigation	Restricted Grants	Restricted Navy/COSO Rotary Fund	TOTAL YEAR-END BUDGET
86	EXPENSES (Cont'd)					-
87	Urban Community Drought Relief Grant Program					-
88	Urban Community Drought Relief Funding Administration (Stetson)	-	-	20,000	-	20,000
89	Shallow Well Consolidation Project (Stetson)	-	-	40,000	-	40,000
90	Shallow Well Consolidation Project (IWVWD)	-	50,000	1,565,700	-	1,615,700
91						-
92	EPA Resilience Grant					-
93	EPA Resilience Grant Administration (Stetson)	-	-	26,265	-	26,265
94	Resilience Grant -Design/Environmental/ROW (Stetson)	-	-	116,667	-	116,667
95	Resilience Grant - Design (Provost & Pritchard)	-	-	1,872,030	-	1,872,030
96	Resilience Grant - Environmental (Provost & Pritchard)	-	-	216,805	-	216,805
97	Resilience Grant - Mojave Tank Analysis (Provost & Pritchard)	-	-	92,182	-	92,182
98	Resilience Grant - ROW (Transystems)	-	-	150,000	-	150,000
99	City of California City	-	-	1,000	-	1,000
100	Southern California Edison	-	-	115,000	-	115,000
101	Cal Trans	-	-	15,000	-	15,000
102	State Water Resources Control Board	-	-	2,985	-	2,985
103	California Department of Fish & Wildlife	-	-	69,500	-	69,500
104	CalOSHA	-	-	1,000	-	1,000
105	Planning/Design/Env - (Not Grant Reimbursable)	-	161,120	-	-	161,120
106						-
107	TOTAL EXPENSES	1,772,110	2,180,781	115,000	5,036,004	345,000
108						
109	Surplus (Deficit)	-	(0)	-	-	(0)

NOTE: Litigation-related legal fees are currently estimated at \$500,000 for 2025; however, if legal activity related to the adjudication becomes necessary, this budget will be increased to \$2 million for legal plus \$500,000 for engineering support, with funds borrowed from prior year replenishment balance.



Questions